

**Appendix III
Budget Policy and Reserve Management Policy Compliance Update – December 31, 2025**

Capital Budget Reductions Under Delegated Authority

Service	Number of Projects	Project Name Project Number	Net Budget ¹ (\$'000)	Revised Net Budget ² (\$'000)	Amount Reduced (\$'000)	Financing Source		Comments
						Development Charges Reserves (\$'000)	Capital Reserves (\$'000)	
Water and Wastewater	1	Linear Infrastructure Remediation Program 162300	51,698	46,698	(5,000)	-	(5,000)	The project was completed \$5.0 million under budget. This variance was primarily driven by the difference between the original project cost estimates and the lower than expected vendor bids received. The higher initial estimates were maintained to account for potential increases in vendor contract pricing and miscellaneous project expenses. As these funds were no longer required, the remaining balance has been returned to reserves.
Total	1		\$51,698	\$46,698	(\$5,000)	-	(\$5,000)	

¹ "Net Budget" refers to the Net Budget prior to the decrease

² "Revised Net Budget" refers to the Net Budget after the decrease